

DEPARTMENT of ENVIRONMENT and NATURAL RESOURCES Minerals & Mining Program - Oil & Gas Section 2050 West Main Suite #1, Rapid City, SD 57702-2493 Telephone: 605 394-2229, FAX: 605-394-5317

FORM 2 RECEIVED

NOV 3 2006

DEPT OF ENVIRONMENT & NATURAL RESOURCES - RCRO

APPLICATION FOR PERMIT TO DRILL

	Type of work:	•			Tr C11.			
						Gas Well	Injection	
	Other Horizontal Lateral Extension Other							
	Name and Addre Continental ह	ssor Opérator ésburces, Inc	P.O. Box 1032, Enid, OK 73702		73702	(580)	Telephone) 233-8955	
	Name and Address of Surface Owner:							
	David Niemi	P.O. Box 227, Buffalo, SD 57720						
	Name and Address of Drilling Contractor and Rig Number: J&R Well Service 791 Land 9, Powell, WY 82435							
	Surface Location of well: Qtr-Qtr, Sec, Twp, Rge, County, feet from nearest lines of section, and latitude and longitude (if available):							
	1980' FNL & 2130' FEL, SW NE, Sec 13-20N-4E							
	If Directional, top of pay and bottom hole location from nearest lines of section: 1250' FSL & 2000' FWL, NE SW, Sec 13-20N-4E							
	Acres in Spacing	Acres in Spacing (Drilling) Unit South Description of Spacing Unit						
	160 acres							
	Well Name and	Number	Elevation Field and Pool, or Wildcat		Pool, or Wildcat	Proposed Depth and Formation		
	SBRRU 32-13H		3092 GL	Buffalo		10,800' Red River "B"		
	Size of Hole 1) 12 1/4 2) 7 7/8 3) 4)	Size of Casing 8 5/8 4 1/2	Weight per Foot 28.5 11.6 & 13.5	Depth 1506 8530	Cementing Program 740 825	(amount, type, additiv	res) Depth	
	Describe Proposed Operations (Clearly State all Pertinent Details, and Give Pertinent Dates, Including Estimated Date of Starting any Proposed Work). Use additional page(s) if appropriate. Well lateral will be drilled out of existing 4 1/2" casing by cutting a southwest facing window at least 10' below the Gunton porosity located @ 8349'-8380', landing in the Red River "B" porosityat 8492'-8807'. Out of this window the lateral will be drilled to the southwest as shown on the attached maps. We will be using closed circulating system with the cuttings being hauled to a state approved facility. I hereby certify that the foregoing as to any work or operation performed is a true and correct report of such work or operation.							
	BUCKY BY Becky Barnes Regulatory Comp 10/3						10/30/200	
	Signature		Name (Print)			Title	Date	
	FOR OFFICE USE ONLY							
	Approved By: Title: Oil and Gas Supervisor							
	Permit No API No40 063 20132.01 Date Issued: November 17, 2006 Conditions, if any, on attached page.							